



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2009 Biennium

<b>Bill #</b>	HB0090	<b>Title:</b>	Increase loan authority for MT enhanced registration & license info. network
<b>Primary Sponsor:</b>	Maclaren, G.	<b>Status:</b>	As Introduced-Revised

- |   |   |  |
|---|---|--|
| <input type="checkbox"/> Significant Local Gov Impact     | <input type="checkbox"/> Include in HB 2                          | <input type="checkbox"/> Technical Concerns              |
| <input type="checkbox"/> Included in the Executive Budget | <input checked="" type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

### FISCAL SUMMARY

	<u>FY 2008 Difference</u>	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>
<b>Expenditures:</b>				
General Fund	\$0	\$0	\$0	\$0
Capitol Projects	\$0	\$2,990,000	\$3,010,000	\$0
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
<b>Net Impact-General Fund Balance:</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**Description of fiscal Impact:** HB 90 increases the Department of Justice authorized loan for the motor vehicle information technology system \$6 million and extends the term of the loan 5 years. Additionally HB 90 extends fees dedicated to the repayment of the motor vehicle information technology system loan (security interest filings and certificates of title) a similar 5 year period.

### FISCAL ANALYSIS

#### Assumptions:

1. This bill authorizes an increase of \$6 million in the Board of Investments loan for the Department of Justice Montana Enhanced Registration and Licensing Information Network (MERLIN) system.
2. The debt repayment term will be extended 5 years to June 2018.
3. The fee dedicated to the repayment of the debt for the MERLIN system will be extended 5 years (security interest or lien filing fee \$4 for the \$8 fee to June 2016, issuance of a new title without the security interest or lien fee of \$10 to June 2018, and the title fee \$5 for the \$10 fee to June 2018).

4. The loan is appropriated out of the capital projects fund and is projected to be loaned out in the amounts of \$2.990 million in FY 2009 and \$3.010 in FY 2010.
5. There will be no fiscal impact to the general fund during the 2009 and 2011 biennia.

	<b><u>FY 2008 Difference</u></b>	<b><u>FY 2009 Difference</u></b>	<b><u>FY 2010 Difference</u></b>	<b><u>FY 2011 Difference</u></b>
<b><u>Fiscal Impact:</u></b>				
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
Capitol Projects (05)	<u>\$0</u>	<u>\$2,990,000</u>	<u>\$3,010,000</u>	<u>\$0</u>
<b>TOTAL Funding of Exp.</b>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
<b><u>Revenues:</u></b>				
General Fund (01)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b>TOTAL Revenues</b>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0

**Long-Range Impacts:**

1. The debt repayment term will be extended 5 years to June 2018.
2. The fee dedicated to the repayment of the debt for the MERLIN system will be extended 5 years (security interest or lien filing fee increase of \$4 of the \$8 fee to June 2016, issuance of a new title without the security interest or lien fee of \$10 to June 2018, and the title fee \$5 of the \$10 fee to June 2018).
3. Beginning July 1, 2017 the security interest or lien filing fee will decrease from \$8.00 to \$4.00.
4. Beginning July 1, 2019 the increase in the titling fees currently deposited in the state special revenue fund for the motor vehicle information technology system account will be deposited in the state general fund. It is estimated this would increase the state general fund revenues approximately \$2.1 million annually.

**Technical Notes:**

1. This bill appears to constitute debt under the meaning of Article 8, Section 8 of the Montana Constitution, thus requiring a two-thirds vote.

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*Sponsor's Initials*\_\_\_\_\_  
*Date*\_\_\_\_\_  
*Budget Director's Initials*\_\_\_\_\_  
*Date*